

**GOVERNMENT OF ANDHRA PRADESH
ABSTRACT**

The Andhra Pradesh Micro Finance Institutions (Regulation of Money Lending) Rules 2010 – constitution of working committees – orders - issued.

PANCHAYAT RAJ & RURAL DEVELOPMENT (RD-I) DEPARTMENT

G.O. Rt. No. 1590

Dated: 28.10.2010
Read the Following:

1. Andhra Pradesh Micro Finance Institutions (Regulation of Money Lending) Ordinance 2010
2. Andhra Pradesh Micro Finance Institutions (Regulation of Money Lending) Rules 2010

ORDER

The Andhra Pradesh Micro Finance Institutions (Regulation of Money Lending) Ordinance 2010 and the Rules issued therein are operational in the State for regulation of the MFIs.

2. It was noticed that there are many queries from both MFIs and the district level Registering Authorities about interpretation of provisions of the Ordinance. Besides, there are many writ petitions filed before High Court challenging various provisions of the Ordinance and the Rules.

3. Government, after considering the above, with a view to respond quickly to the queries from the field on implementation of the MIF Ordinance, to improve the credit flows to SHGs and to put in place the IT system for efficient implementation of the Ordinance, hereby constitute the following working committees with immediate effect:

- a) Implementation committee: shall be constituted of Addl CEO, SERP; MD MEPMA; Regional Project Director, Bank linkage and State Project Advisor, (MF) of SERP.

This committee will be responsible for the following work:

- i) To receive and clarify queries from the RAs on a day-to-day basis
 - ii) To review the complaints received from the public about the MFI irregularities and ensure swift action
 - iii) To check whether cases are being booked on all the irregularities noticed in the field; and to liaison with Police authorities
 - iv) To talk to the banks for improving the credit flow to SHGs
 - v) To discuss with MFIs on better implementation of the Ordinance
 - vi) To monitor the overall implementation
 - vii) To guide all other committees constituted hereunder
- b) Legal committee shall be constituted with State Project Manager (Gender) of SERP; Sri Mastan Vali Spl counsel; and the Law Officer, SERP
This committee will discharge the following functions:
- i) Monitor the cases in the High Court and Supreme Court
 - ii) To assist the counsel fighting the cases in High court and supreme court by supplying citations, evidence from the field
 - iii) To prepare para-wise remarks in the cases filed by MFIs against the Ordinance.
- c) Capacity Building committee shall be constituted with State Project Adviser(IB), State Project Manager (IB) & the PRO CRD office on preparing material for educating the SHG members about the provisions of the Ordinance and to ensure that all the members undergo a thorough training on the provisos of the Ordinance and the rules.
- d) IT committee: shall be constituted with Addl commissioner (admin) RD, State Project Manager (IT & RC), Sri Damodar Abbayi CGG, Sri Srinivas Ganti, Sri Ameenuddin TCS. This committee shall guide the CGG team working on creating a website with consolidated database on rural indebtedness.

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The group will discharge the following functions:

- i) To create and maintain the website for MFIs integrating the databases of SHG bank linkage, ration cards & borrowers data being submitted by MFIs – so as to arrive at an integrated database of rural/urban indebtedness
- ii) To finalise the reports which can show details of multiple lending, excessive indebtedness, irregularities etc.

4. All committees will submit daily reports to CEO SERP and PrI Secy RD on the work done and the work yet to be done in fulfillment of the mandate given to them.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

R.SUBRAHMANYAM

PRINCIPAL SECRETARY TO GOVERNMENT (RD)

To

The CEO SERP (with a request to activate all committees immediately)

All Project Directors, DRDAs and Registering Authorities for rural areas

All Project Directors, MEPMA and Registering Authorities for urban areas

Copy to:

The Principal Secretary MA & UD

The Director General of Police

The District Collectors of all districts

The Superintendents of Police of all districts

The OSD to Minister (RD & NREGP)

The PS to Chief Secretary to Government

The PS to Principal Secretary to Govt. (RD), PR&RD Department

The PR & RD (General) Department

SF/SC.

//FORWARDED :: BY ORDER//

SECTION OFFICER